

SURFACE INSPECTION COMPLIANCE REPORT

Date of Inspection: July 21, 1994	
Case Serial No.: <u>UTU-070718</u>	
Operator: Robert B Wilson	
Project Description: Bulk Sample, Perlite	
Legal Description: T. 23 S., R. 9 W., Section, 26 NW NE	
District and Rescurce Area: Richfield/Warm Springs	
Inspector: Larry Garahana	

REPORT NARRATIVE (REFERENCE STIPULATIONS BY NUMBER OR TITLE)

On this date I was suppose to conduct an inspection on Industrial Minerals Inc. (IMI) UTU-070722 located T. 23 S., R. 9 W., Section 26. Driving up the road to the site I believed what I saw was IMI. After looking through the file I got out and completed my inspection, it seems as though they are doing what was proposed in their notice, taking a bulk sample for Perlite. The total disturbance is approximately 1.5 acre and my only complaint was a trench that was left without being back-filled. Later I returned to the office, wrote and filed my report.

On July 26, 1994, Rody Cox and myself went out into the field to complete some inspections and do some mapping of the area. While in the area of IMI we drove up to it so Rody could evaluate the disturbance. We looked it over and preceded onto our other objectives.

On August 25, 1994, I went with Rody Cox out in the field to attend a meeting that among others included Thom Clark, Project Geologist for IMI. Rody wanted to ask Mr. Clark what his intentions were with that site. When we described the site to Mr. Clark he informed us that wasn't IMIs location, he then preceded to point it out to us on the map. IMI is located approximately 750' west of the large pit we were at, and is considerably smaller in size. He also told us that he believed that it was Howard Dutson who was responsible for that disturbance.

On August 26, 1994, Rody called Mr. Dutson and asked if he'd been operating in that area, and he answered yes, that he had been doing work there for Robert B. Wilson (file no. UTU-070718). Looking at this file it appears that Mr. Wilson is in noncompliance with our office, because this site was not on the Notice of Intent. Rody spoke with Mr. Wilson and he said that he would be into our office within a week to amend his notice.